

Form North Dakota Office of State Tax Commissioner

ND-2 Optional individual income tax return

2002

For 2002 CALENDAR YEAR, or other tax year beginning _____, 2002, and ending _____, 20____

| | | |
|--|--|---|
| Your first name and middle initial _____ Last name _____ | | Your social security number _____ |
| If joint return, spouse's first name and middle initial _____ Last name _____ | | Spouse's social security number _____ |
| Mailing address _____ | | Were you required to pay estimated federal income tax for 2002? Yes <input type="checkbox"/> No <input type="checkbox"/> |
| City, town or post office, state and Zip Code _____ | | |
| Filing status: 1. <input type="checkbox"/> Single 2. <input type="checkbox"/> Married filing joint return 3. <input type="checkbox"/> Married filing separate return 4. <input type="checkbox"/> Head of household 5. <input type="checkbox"/> Qualifying widow(er) (Enter spouse's name here) _____ | | Check only if applicable: (See instructions on page 8) Amended <input type="checkbox"/> Extension <input type="checkbox"/> |
| Residency status: 1. <input type="checkbox"/> Full-year resident 2. <input type="checkbox"/> Full-year nonresident 3. <input type="checkbox"/> Part-year resident | | |
| School district code: _____ - _____ Income source code: _____ (See page 8 for codes) | | |

Tax computation schedule

| | | |
|---|----|--|
| 1. North Dakota taxable income from Schedule 2, line 32, or Schedule 3, line 29 (A) | 1 | |
| 2. North Dakota income tax: Use Form ND-2 Tax Rate Table below to calculate tax | 2 | |
| 3. Credit for income tax paid to another state (<i>Attach Schedule 4</i>) (D) | 3 | |
| 4. Credit for contributions to nonprofit private colleges in North Dakota (?) | 4 | |
| 5. Credit for contributions to nonprofit private high schools in North Dakota (-) | 5 | |
| 6. Long-term care insurance credit (1L) | 6 | |
| 7. Other credits (<i>Identify</i>) (1T) | 7 | |
| 8. North Dakota venture capital corporation investment credit (1K) | 8 | |
| 9. North Dakota Small Business Investment Company investment credit (1B) | 9 | |
| 10. Nonprofit development corporation investment credit (1F) | 10 | |
| 11. Qualified business seed capital investment credit (1M) | 11 | |
| 12. Net tax liability (Line 2 less lines 3 through 11) If less than zero, enter -0- (E) | 12 | |
| 13. North Dakota income tax withheld (<i>Attach supporting W-2s and 1099s</i>) (F) | 13 | |
| 14. Estimated tax paid including overpayment applied from 2001 return (&) | 14 | |
| 15. Total payments (<i>Add lines 13 and 14</i>) (G) | 15 | |
| 16. Overpayment (If line 15 is greater than line 12, subtract line 12 from line 15. If line 12 is greater than line 15, go to line 21.) If less than \$5, enter -0- (G) | 16 | |
| 17. Amount of line 16 you wish to apply to your 2003 estimated tax (1Q) | 17 | |
| 18. Amount of line 16 you wish to contribute to the Watchable Wildlife Fund (1P) | 18 | |
| 19. Amount of line 16 you wish to contribute to the Trees For ND Program Trust Fund (1D) | 19 | |
| 20. Refund (Line 16 less lines 17, 18, and 19) If less than \$5, enter -0- (1R) | 20 | |
| 21. Tax due (If line 12 is greater than line 15, subtract line 15 from line 12) If less than \$5, enter -0- (Z) | 21 | |
| 22. Voluntary contribution to the Watchable Wildlife Fund (<i>if tax due on line 21</i>) (1U) | 22 | |
| 23. Voluntary contribution to the Trees For ND Program Trust Fund (<i>if tax due on line 21</i>) (1E) | 23 | |
| 24. Balance due (Line 21 plus lines 22, 23 and, if applicable, 25) Pay to: ND State Tax Commissioner | 24 | |
| 25. Interest on underpaid estimated tax from Form 400-UT (1C) | 25 | |

• **Attach a complete copy of your 2002 federal income tax return**
• **Mail to: Office of State Tax Commissioner, 600 E. Boulevard Ave., Dept. 127, Bismarck, ND 58505-0550**

I declare under the penalties of North Dakota Century Code § 12.1-11-02, which provides for a Class A misdemeanor for making a false statement in a governmental matter, that this return, including any accompanying schedules and statements, has been examined by me, and to the best of my knowledge and belief is a true, correct, and complete return. **For Privacy Act information, see inside front cover of Form ND-2 booklet.**

| | | | | |
|--|------------|-------------------------------------|---|------------|
| Your signature _____ | Date _____ | Your daytime phone no. ➤ (PH) _____ | Paid preparer's signature _____ | Date _____ |
| Spouse's signature (if joint return) _____ | Date _____ | Area code () _____ | <input type="checkbox"/> OPR For Tax Department use only | |

| Form ND-2 Tax Rate Table | | | | |
|--------------------------|--------------|--------------|-------------|-------------------------------|
| If amount on line 1 is: | | Your tax is: | | |
| Over | But not over | | | |
| \$ 0 | \$ 3,000 | | | 2.67% of the amount on line 1 |
| 3,000 | 5,000 | \$ 80.10 | plus 4.00% | of the amount over \$ 3,000 |
| 5,000 | 8,000 | 160.10 | plus 5.33% | of the amount over 5,000 |
| 8,000 | 15,000 | 320.00 | plus 6.67% | of the amount over 8,000 |
| 15,000 | 25,000 | 786.90 | plus 8.00% | of the amount over 15,000 |
| 25,000 | 35,000 | 1,586.90 | plus 9.33% | of the amount over 25,000 |
| 35,000 | 50,000 | 2,519.90 | plus 10.67% | of the amount over 35,000 |
| 50,000 | | 4,120.40 | plus 12.00% | of the amount over 50,000 |

ND-2

Schedule for full-year resident using Form ND-2

| | | | | |
|---|--|----|----|--|
| A. Federal adjusted gross income from line 35 of Form 1040, or line 21 of Form 1040A, or line 4 of Form 1040EZ, or line I of TeleFile Tax Record (H) | | A | | |
| 1. Federal taxable income from line 41 of Form 1040, or line 27 of Form 1040A, or line 6 of Form 1040EZ, or line K of TeleFile Tax Record (<i>If zero, see page 8 of instructions</i>) (I) | | 1 | | |
| North Dakota additions | | | | |
| 2. Interest from state and local government obligations (<i>except North Dakota</i>) (J) | | | 2 | |
| 3. State and local income taxes from Form 1040, Schedule A, line 5 [However, see instructions if line A above exceeds \$137,300 (\$68,650, if married filing separately)] (L) | | | 3 | |
| 4. Other (<i>See instructions</i>) (<i>Attach supporting statement</i>) | | | 4 | |
| 5. Total additions (<i>Add lines 2, 3, and 4</i>) (M) | | 5 | | |
| 6. Balance (<i>Add lines 1 and 5</i>) | | 6 | | |
| North Dakota subtractions | | | | |
| 7. Interest from U.S. obligations (N) | | | 7 | |
| 8. Military pay exclusion (O) | | | 8 | |
| 9. Additional military pay exclusion (2F) | | | 9 | |
| 10. Military retirement pay exclusion (#) | | | 10 | |
| 11. Income from a federal civil service pension, a North Dakota city firefighter or police officer pension, or the North Dakota highway patrol pension fund (Q) | | | 11 | |
| 12. Interest income from sale of land to a qualifying beginning farmer (2H) | | | 12 | |
| 13. Rental income from leasing of land to a qualifying beginning farmer (2I) | | | 13 | |
| 14. Gain from sale of land to a qualifying beginning farmer (2J) | | | 14 | |
| 15. Interest income from North Dakota financial institutions (2K) | | | 15 | |
| 16. Interest income from sale of a business to a qualifying beginning entrepreneur (2L) | | | 16 | |
| 17. Rental income from leasing a business to a qualifying beginning entrepreneur (2M) | | | 17 | |
| 18. Gain from sale of a business to a qualifying beginning entrepreneur (2N) | | | 18 | |
| 19. North Dakota domestic dividend exclusion (P) | | | 19 | |
| 20. Exclusion for investment in North Dakota venture capital corporation (2A) | | | 20 | |
| 21. Medical expenses not allowed due to 7.5% of adjusted gross income limitation (<i>Enter smaller of line 1 or line 3, Schedule A, Form 1040</i>) (R) | | | 21 | |
| 22. Additional exemption amount: If your Filing status (at top of Form ND-2) is Married filing joint or Head of household or Qualifying widow(er) , enter \$300 | | | 22 | |
| 23. Other (<i>See instructions</i>) (<i>Attach supporting statement</i>) (T) | | | 23 | |
| 24. Total deductions (<i>Add lines 7 through 23</i>) (U) | | 24 | | |
| 25. Balance (<i>Subtract line 24 from line 6</i>) | | 25 | | |
| 26. Federal income tax—See instructions for amount to enter on this line (V) | | 26 | | |
| 27. Adjusted gross income from line A at top of page (W) | | 27 | | |
| 28. If an entry was made on lines 7 through 19, or line 23, see the instructions for the amount to enter on this line. Otherwise, enter amount from line 26 on line 31, and go to line 32 (X) | | 28 | | |
| 29. Subtract line 28 from line 27 | | 29 | | |
| 30. North Dakota income ratio (<i>Divide line 29 by line 27 and round to nearest two decimal places. If line 29 equals line 27, enter 1.00</i>) — • — | | 30 | | |
| 31. Federal income tax deduction (<i>Multiply line 26 by line 30</i>) (Y) | | 31 | | |
| 32. North Dakota taxable income (<i>Subtract line 31 from line 25</i>) Enter here and on Form ND-2, Tax Computation Schedule, line 1 | | 32 | | |